FINANCIAL SECRETARIAT.

Notification No. Fl. 1076—*G. F.* 6-30-3, *dated* 11*th August* 1930

MYSORE GOVERNMENT LOANS, 1930.

(Free of Income-tax.)

The Government of Mysore invite subscriptions for an issue of (*a*) Five per cent Loan, 1955 and (*b*) Five and half per cent Bonds, 1938. Both issues will be open for subscription from 15th August 1930 to 31st October 1930, provided that the Government reserve the option to close either or both issues without notice, as soon as the total face value of the Loan and Bonds subscribed for in cash and by conversion amounts to about Rupees Three Crores. Both issues will be free of Income-tax throughout their currency, but the interest will be taken into account in determining the rate at which the tax will be levied on other income. Interest on both Loans paid in British India will be free of British Indian Income-tax also. A Sinking Fund will be formed for the repayment of the Loans.

Subscriptions to both issues may be in cash or cheque, or in the form of Mysore Government Seven per cent Bonds, 1931. Mysore Government Five year Five per cent Fixed Deposits, Mysore Government Five and a half per cent Conversion Bonds, 1929-44, Government of India Treasury Bills Government of India Six per cent Bonds, Mysore District Board Five per cent Debentures of the Akki-Hebbal Bridge Loan and Fixed Deposit Receipts of the Mysore Bank will also be accepted as subscription, subject to the conditions mentioned below under Supplementary Provisions.

Subscriptions will be received at the Comptroller's Office, Bangalore, all Treasuries in the State, the Head Office and Branches of the Bank of Mysore, and the Imperial Bank of India, Bangalore and the Banks mentioned in para 18 below.

Interest on both the issues will be paid at any Treasury of the State or at any District Treasury in British India, or at the Imperial Bank, Madras, or at the Bank of Mysore at its Head Office and Branches.

I. FIVE PER CENT LOAN, 1955. ISSUED AT RS. 95 PER CENT AND REPAYABLE AT PAR ON 1ST NOVEMBER 1955.

2. **Date of Repayment.**—The loan will be repaid at par on the 1st November 1955.

3. **Issue Price.**—The issue price will be Rs. 95 for every Rs. 100 of the loan applied for.

4. **Interest.**—The loan will bear interest at the rate of five per cent per annum from 1st November 1930. Interest will be payable half-yearly on 1st May and 1st November. Advance interest from date of application to 31st October 1930 inclusive will be paid at the time of issue of securities at the rate of five per cent per annum on the nominal value of the loan subscribed for.

II. FIVE AND HALF PER CENT BONDS. ISSUED AT PAR AND REPAYABLE AT PAR ON 1ST NOVEMBER 1938

5. **Date of Repayment.**—The bonds will be repaid at par on the 1st November 1938.

Issue Price.—The issue price will be Rs. 100 for every Rs. 100 of the bonds applied for.

7. **Interest.**—The bonds will bear interest at the rate of five and half per cent per annum from 1st November 1930. Interest will be payable half-yearly on 1st May and 1st November. Advance interest from the date of application to 31st October 1930 inclusive will be paid at the time of issue of securities at the rate of five and half per cent per annum on the nominal value of the bonds subscribed for.

CONVERSION TERMS.

8. **Mysore Government seven per cent Bonds, 1931.**—These bonds will be accepted as subscription to either issue, as the equivalent of cash at Rs. 101-8-0 per Rs. 100 nominal. Interest at the rate of 7 per cent due on the bonds from 1st May 1930 to the date of application will be paid along with the advance interest on the new Loan or Bond at the issue rate from the date of application to 31st October 1930 inclusive, at the time of delivery of the new securities. Provided that in the case of subscriptions received in 7 per cent bonds before the end of August 1930, a cash bonus will be paid in addition, calculated on the face value of the bonds tendered for subscription as follows :—

(*i*) 4 annas per cent for conversion into the Five and half per cent 1938 Bonds.

(*ii*) 6 annas per cent for conversion into the Five per cent 1955 Loan.

9. **Mysore Government five per cent five year Fixed Deposits.**—These deposits will be accepted at their face value for subscription to the Five per cent Loan. Interest at 5 per cent on the Fixed Deposits will be paid from the last due date to the date of application along

with the advance interest on the new security from the date of application to 31st October inclusive at the time of its delivery.

10. Mysore District Board five per cent debentures of Akki Hebbal Bridge Loan.—These debentures will be accepted at their face value as subscription to the Five per cent Loan, interest being paid at 5 per cent from the last due date to the date of application along with the advance interest on the new issue from the date of application to 31st October 1930 inclusive at the time of delivery of the securities.

11. Mysore Government five and half per cent Conversion Bonds 1929-44.—These bonds will be received at par value as subscription to the Five per cent Loan, provided that an amount equal to the face value of the bonds tendered or the nearest equivalent thereto is also subscribed for to either issue in cash or by conversion. Interest on the 5½ per cent bonds from the last due date to the date of application, will, after deduction of incometax, be paid along with the advance interest on the new issue from the date of application to 31st October inclusive at the time of delivery of the new securities.

12. Government of India six per cent Bonds 1931, 1932 and 1933-6.—These bonds will be accepted as cash subscription for either issue at the rate of Rs. 100-8-0, 101-0-0, 100-0-0 per Rs. 100 nominal, respectively. The interest on the bonds from the last due date to date of application will be paid along with the advance interest on the new issues from the date of application to 31st October 1930 inclusive at the time of delivery of the new securities.

13. Government of India Treasury Bills Payable at Madras, Calcutta and Bombay.—These bills will be accepted as cash subscription for either issue at their face value less discount at the rate of 4½ per cent per annum on the unexpired portion of the currency of the bills.

14. Fixed Deposit Receipts of the Bank of Mysore.—The receipts which fall due for repayment on or before 31st October 1930 may also be accepted as cash subscription for either issue subject to the approval of the Bank authorities. Interest on the Deposit receipts will be paid at the rates mentioned therein from the last due date to the date of application along with the advance interest on the new issues from the date of application to 31st October 1930 inclusive at the time of delivery of the new securities.

15. In all cases of conversion where the cash value of the securities presented is not an exact multiple of one of the denomination mentioned in paragraph 21 below, the subscriber will have the option of paying cash so as to make up for the difference between the next higher multiple and the said cash value, or of receiving in cash the excess over the next lower multiple.

SUPPLEMENTARY PROVISIONS.

16. Cheques should be drawn in favour of the officer to whom the application is presented. The new securities will, in this case, be issued only after the cheques are realised and on surrender of the temporary receipts issued in acknowledgment of applications.

17. Depositors in the Mysore Government Savings Banks wishing to subscribe to the Loans should present their Pass Books along with withdrawal forms at the Treasuries where their accounts are kept.

18. The following Banks are authorised to receive subscriptions for the Loans both in cash and in the form of securities specified in paras 8 to 14 above :—

(1) The Head Offices and Branches of the Imperial Bank of India
(2) The Eastern Bank, Ltd., Bombay;
(3) The Central Bank of India, Ltd., Bombay;
(4) The National Bank of India, Ltd., Bombay;
(5) The Mercantile Bank of India, Ltd., Bombay,
(6) The Bank of India, Ltd., Bombay;
(7) The Indian Bank, Ltd., Madras.

19. The Securities will be issued in the form of :—

(*a*) **Stock.**—The applicants for which will be given Stock Certificates, or
(*b*) **Promissory Notes.**—If no preference is stated by the applicant, the securities will be issued in the form of Promissory Notes.

20. Promissory Notes will be issued over the counter, as far as possible :—

(*a*) In all cases where cash is tendered;
(*b*) Where Mysore Government 5 per cent five year Fixed Deposit Receipts are tendered at the treasuries at which interest on them is payable;
(*c*) Where Mysore Government 7 per cent and 5½ per cent promissory notes are tendered at the interest paying treasuries;
  (i) by persons in whose favour they were originally issued and there are no endorsements on them;
  (ii) by subsequent endorsees, if the last endorsement is either by the
    (1). Dewan of Mysore or Comptroller, Mysore Government or
    (2) where the endorsements are certified by the Comptroller.
(*d*) In the case of Government of India securities, where the endorsements are certified by the Public Debt Office, Madras, Bombay or Calcutta

Stock Certificates in all cases and Promissory Notes in cases other than those mentioned under (*a*) to (*d*) above will be issued later by the Comptroller in return for the temporary receipts issued in acknowledgment of applications.

21. Promissory Notes will be issued in the following denominations :—

Rs. 100, 500, 1,000, 5,000, 10,000, 25,000, 50,000 and 1,00,000,

Stock certificates will be issued for any multiple of Rs. 100.

22. Applications may be in the form attached (which will be supplied on requisition) or in any other form which states clearly the amount and description of the new securities required, the full name and address of the applicant, the amount of cash, bills or other securities tendered and the Treasury or the Bank at which payment of interest is desired.

23. (*a*) Government of India Treasury Bills and Government Securities in the form of Pro-notes tendered in lieu of cash should be endorsed as :—

"Pay to the Comptroller, Mysor State."

(*b*) If the securities are in the form of Stock Certificates the transfer deed on the back of the form must be signed before a witness in favour of the "Comptroller, Mysore State."

(*c*) Mysore Government 5% five year Fixed Deposit Receipts should be endorsed as "Contents received. Pay to the Comptroller, Mysore Government."

(*d*) Fixed Deposit Receipts of the Bank of Mysore should be blank endorsed and should be accompanied with a separate letter of authority addressed to the Manager of the Bank empowering him to make over the principal and interest of the receipts to the Comptroller on maturity.

24. Brokerage will be paid at the following rates to recognised Brokers and Bankers in respect of applications bearing their stamps :—

If the application is received on or before 31st August 1930 and the amount applied for is Rs. One lakh or over, 1/4th per cent for applications for the Five per cent 1955 Loan and 3/16th per cent for applications for Five and half per cent 1938 Bonds ; in all other cases during the whole period of offer, 1/8th per cent.

By Order,

BANGALORE,
14th August 1930.

B. SRINIVASA IYENGAR,
Financial Secretary to Government.